

House File 2120 - Introduced

HOUSE FILE 2120

BY WHEELER

A BILL FOR

- 1 An Act relating to registration fees for motor vehicles
- 2 transferred to nonprofit entities for donation to
- 3 individuals.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 321.105A, subsection 2, paragraph c,
2 Code 2022, is amended by adding the following new subparagraph:
3 NEW SUBPARAGRAPH. (022) A motor vehicle transferred to a
4 nonprofit entity, that is exempt from federal income taxation
5 pursuant to section 501(c)(3) of the Internal Revenue Code, to
6 be donated to an individual served by the nonprofit entity, in
7 a transaction in which no consideration is exchanged.

8 Sec. 2. NEW SECTION. **321.118 Donated vehicles.**

9 The annual registration fee for a motor vehicle transferred
10 to a nonprofit entity as described in section 321.105A,
11 subsection 2, paragraph "c", subparagraph (022), is ten
12 dollars. After the nonprofit entity donates the motor
13 vehicle to an individual served by the nonprofit entity, the
14 registration fee for the motor vehicle shall be calculated as
15 otherwise provided in this chapter.

16 EXPLANATION

17 The inclusion of this explanation does not constitute agreement with
18 the explanation's substance by the members of the general assembly.

19 This bill relates to registration fees for motor vehicles
20 transferred to nonprofit entities for donation to individuals.
21 The bill provides an exemption from the fee for new
22 registration for vehicles transferred to a nonprofit entity to
23 be donated to an individual served by the nonprofit entity in a
24 transaction involving no exchange of consideration. The bill
25 also establishes an annual registration fee of \$10 for such
26 vehicles and provides that, after the vehicle is donated from
27 the nonprofit entity to the individual, the annual registration
28 fee becomes the regular registration fee for the vehicle.